

DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL & GAS

SEAN PARNELL, GOVERNOR

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STATE OF ALASKA NOTICE OF APPLICATION FOR APPROVAL OF THE FORMATION OF THE DONKEL OIL AND GAS UNIT

The Department of Natural Resources gives notice under 11 AAC 83.311 of an application for approval of the Formation of the Donkel Oil and Gas Unit. The Donkel Oil and Gas Unit is located on the North Slope of Alaska, offshore of the Arctic National Wildlife Refuge, east of the Point Thompson Unit. Donkel Oil and Gas, LLC (Donkel), the proposed Donkel Oil and Gas Unit Operator, filed an application to form the Donkel Oil and Gas Unit with the Division of Oil and Gas which was deemed complete on May 18, 2011. Donkel's address is 3000 N. Atlantic Avenue, Suite 8, Daytona Beach, Florida 32118. The proposed Donkel Oil and Gas Unit area covers approximately 21,354 acres within seven State of Alaska leases and includes all or portions of the following lands:

Umiat Meridian, Alaska

Township 9 North, Range 25 East, Sections 1-4, 9-15, and 23-25;

Township 9 North, Range 26 East, Sections 5-9, 15-22, and 27-34:

Township 10 North, Range 25 East, Sections 16, 21, 22, 25-28, and 33-36;

Township 10 North, Range 26 East, Section 31.

In accordance with 11 AAC 83.356, geological, geophysical, and engineering information were submitted in support of the application to form the Donkel Oil and Gas Unit. The unit formation will be approved if consistent with 11 AAC 83.303 and other applicable statutes.

You may review the non-confidential portions of the application at the Division of Oil and Gas, Units Section, 550 West 7th Avenue, Suite 1100, Anchorage, Alaska. Copies of the nonconfidential portions of the application are available by writing the Division of Oil and Gas, Units Section, 550 West 7th Avenue, Suite 1100, Anchorage, Alaska 99501-3560. The department charges a photocopy fee of \$.25 per sheet. 11 AAC 05.010 (a)(16)(c).

Any person may file written comments on the application. Comments must be received by Thursday, June 30, 2011, and should be mailed to the Division of Oil and Gas, at the above address, to the attention of Temple Davidson, Units Section. The department will review and consider all timely written comments before a decision is made. The Commissioner will approve or disapprove the proposed unit formation application considering the criteria in 11 AAC 83.303 within 60 days after the close of the comment period.

Kevin R. Banks, Director

Division of Oil and Gas

May 19, 2011